






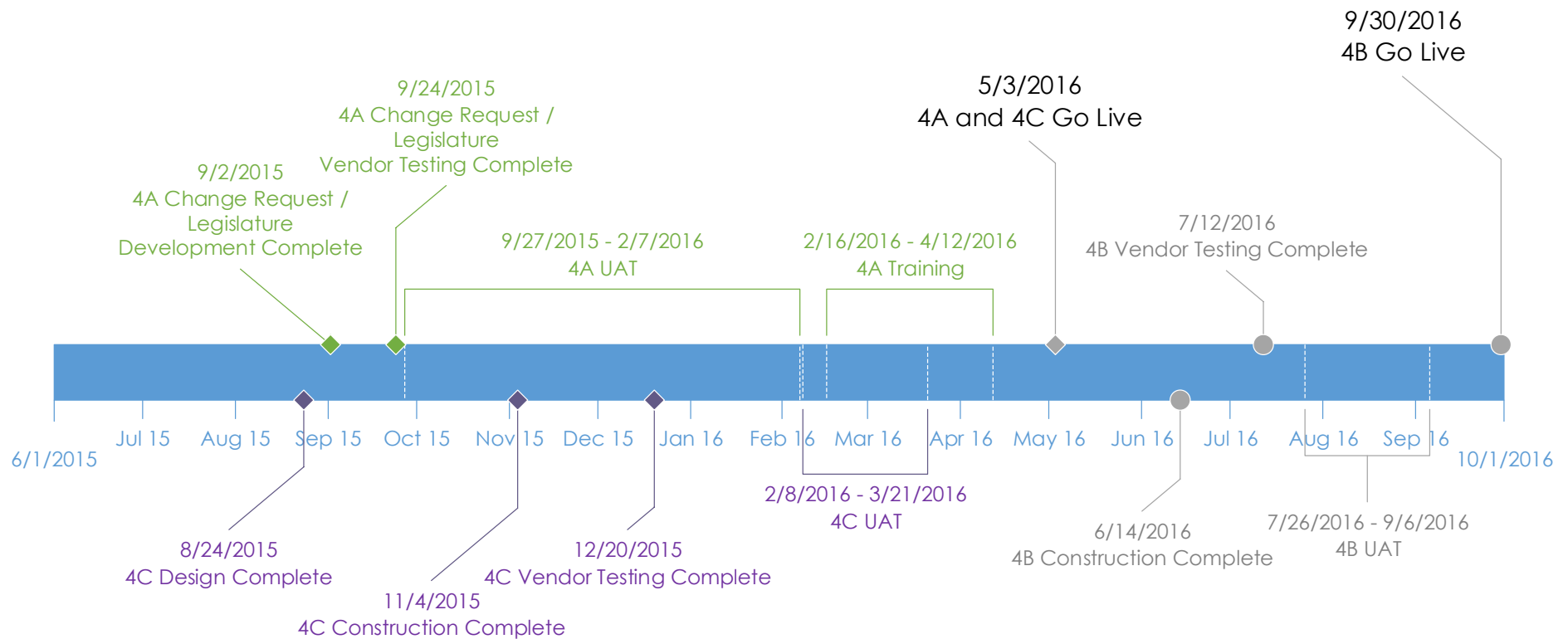
MPERAtiv Status Report

Overall Status: **Red**
Trending: **Yellow**

June 3, 2015

| | | | | |
|--|--|--|---|--|
| Scope - Yellow  Change requests continue to surface. | Schedule – Red  Deployment date is delayed and a new schedule is ready for approval. | Budget – Red  Negotiations with the primary vendor have resulted in a new cost estimate. | Issues – Red  Issues exist in data conversion and scope, which is delaying the project. | Risks – Red  High impacting risks have been realized, resulting in change in schedule/budget. |
| Key points | <ul style="list-style-type: none"> Replanning is complete with the new schedule and budget ready for approval New schedule includes 29 change requests plus legislative changes Sagitec (vendor) is adding resources to increase quality prior to user acceptance testing (UAT) Data conversion is progressing well with target completion prior to UAT | | | |
| Summary | <p>The replanning effort focused on obtaining a predictable schedule at a fair cost. The result is a schedule with a modest contingency to accommodate some unforeseen issues. This will reduce the risk to the schedule and budget. However, there is still a risk that a more significant issue could again impact the project. Adding more contingency to reduce this risk would come at a higher cost, which is not recommended.</p> <p>At this point, the project team is focused on several paths:</p> <ul style="list-style-type: none"> <u>Development</u> is done by the primary vendor, and they are working on all previously-reported change requests plus legislative changes. <u>Quality assurance</u> is also done by the primary vendor, and they are adding staff to address MPERA's request for additional testing. This staff is at no additional cost to MPERA. <u>Data conversion</u> is a joint effort with the agency and vendors and is progressing with a target completion prior to user acceptance testing. <u>Year-end processing</u> features are being designed jointly with the primary vendor and MPERA, as this scope is now part of the new deployment date (it was previously scheduled for a later deployment). Finally, <u>test case writing</u> is being done by MPERA for user acceptance testing. | | | |
| Issues | LOB Contract Amendment Approval <ul style="list-style-type: none"> Board approval needed to move forward with new schedule/budget Data Conversion Vendor Negotiations <ul style="list-style-type: none"> Data conversion vendor negotiations still in progress. | | | |
| Risks | <u>Description</u> | <u>Score</u> | <u>Mitigation</u> | <u>Contingency</u> |
| | Schedule impact due to data conversion issues. | 50% | Scheduled working sessions for MPERA and vendors to review action items together. | Plan allows for a one month contingency in being complete prior to user acceptance testing. |
| | Schedule and scope impact if critical changes are identified during UAT. | 60% | Review end to end processes in the system early in schedule to identify change requests early. | Plan has activities scheduled between UAT completion and deployment. These activities could be shifted if critical changes are identified. This would come with an impact to deployment/cost of member self service. |

MPERAtiv Schedule Update



Scope Legend:

4A – Initial Scope for MPERA to manage retirement systems

4B – Member self service portal

4C – Year end processing functionality (i.e. actuary, annual statements, and CAFR)

MPERativ Cost Update

| | Original | Revised |
|----------------------------------|---------------|----------------|
| Original approved budget | \$ 11,367,499 | \$ 11,367,499 |
| Addition in May 2014 * | 2,013,109 | 2,013,109 |
| Total Current Budget | \$ 13,230,608 | \$ 13,230,608 |
| | | |
| Current cost (spent and accrued) | \$ 8,129,002 | \$ 8,129,002 |
| Forecasted cost | 5,028,744 | 6,399,443 |
| Total Cost | \$ 13,157,746 | \$ 14,528,445 |
| | | |
| Balance | \$ 72,862 | \$ (1,297,837) |

* Per May 2014 Board meeting. Addition due to LFC feedback that project costs needed to include internal costs. Originally, these costs were part of operating budget.